

City of Santa Fe, New Mexico Memorandum



Date: August 5, 2021

To: Quality of Life Committee, Finance Committee, and Governing Body

Via: Erin K. McSherry, City Attorney

From: Marcos D. Martinez, Senior Assistant City Attorney

RE: Accepting Electronic Signatures Bill

EXECUTIVE SUMMARY:

The Bill changes three sections of the Public Campaign Finance Code (SFCC 1987 Section 9-3) to require the City Clerk to accept electronic signatures that comply with New Mexico's Uniform Electronic Transactions Act for Seed Money Contributions (Section 9-3.6(C)), Qualifying Contributions (Section 9-3.7(A)), and Qualified Small Contributions (Section 9-3.12(D)).

BACKGROUND:

The City's campaign code requires that Seed Money Contributions, Qualifying Contributions, and Qualified Small Contributions be accompanied by a form signed by the contributor. The current ordinance allows the Ethics Campaign Review Board (ECRB) to issue rules regarding the use of an electronic signature. However, since the City's rulemaking process is not well defined, the ECRB recommended that the Governing Body provide for electronic signatures by ordinance.

The proposed bill requires the City Clerk to accept electronic signatures that comply with New Mexico's Uniform Electronic Transaction Act. The Act recognizes the legal enforceability of electronic signatures and contracts to the extent the signatures provide sufficient security. The Act also establishes requirements for records retention. Candidates have inquired about the obtaining signatures electronically and this bill will facilitate greater participation in the City's local elections.

ACTION REQUESTED:

Approve the Bill as presented.

ATTACHMENTS:

Bill

Fiscal Impact Report

CITY OF SANTA FE, NEW MEXICO
BILL NO. 2021
INTRODUCED BY:
Councilor Michael J. Garcia
Councilor Carol Romero-Wirth
AN ORDINANCE
AMENDING SECTION 9-3.6 SFCC 1987 TO EXPRESSLY RECOGNIZE THAT
ELECTRONIC SIGNATURES ARE PERMITTED UNDER THE UNIFORM
ELECTRONIC TRANSACTIONS ACT FOR SEED MONEY CONTRIBUTIONS ON THE
REQUIRED FORMS; AMENDING SECTION 9-3.7 SFCC 1987 TO EXPRESSLY
RECOGNIZE THAT ELECTRONIC SIGNATURES ARE PERMITTED UNDER THE
UNIFORM ELEDCTRONIC TRANSACTIONS ACT FOR QUALIFYING
CONTRIBUTIONS ON THE REQUIRED FORMS; AND AMENDING SECTION 9-3.12
SFCC 1987 TO EXPRESSLY RECOGNIZE THAT ELECTRONIC SIGNATURES ARE
PERMITTED UNDER THE UNIFORM ELEDCTRONIC TRANSACTIONS ACT FOR
QUALIFIED SMALL CONTRIBUTIONS.
BE IT ORDAINED BY THE GOVERNING BODY OF THE CITY OF SANTA FE:
Section 1. Section 9-3.6 of SFCC 1987 (being Ord. No. 2009-44, § 7, as amended)
is amended to read:
9-3.6 Seed money contributions.
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- B. The aggregate amount of seed money contributions from any one contributor to any one candidate shall not exceed one hundred dollars (\$100.00), and the aggregate amount of seed money contributions accepted by a candidate shall not exceed ten percent (10%) of the amount payable under subsection 9-3.10 SFCC 1987 to a candidate in a contested election for the office sought.
- C. Each seed money contribution shall be accompanied by a form signed by the contributor, which shall include the contributor's name, home address, telephone number, occupation, and name of employer. [The ethics and campaign review board may, by regulation, permit the use of an electronic signature on such forms] The city clerk shall accept electronic signatures that comply with the Uniform Electronic Transactions Act, Sections 14-16-1 through 14-16-21 NMSA 1978,.
- D. No person shall knowingly make and no candidate shall knowingly receive a seed money contribution which is not from the person named on the form or for which the person named on the form has been or will be reimbursed or compensated by another person.
- E. All seed money contributions received by a candidate shall be deposited in a non-interest-bearing account in a campaign depository to be established by the candidate before soliciting or accepting any such contributions. All expenditures of seed money shall be made from the campaign depository.
- F. Seed money contributions shall be used only for the purposes specified in paragraph A. of this subsection, and all seed money contributions that have not been spent or used for such purposes by the time the candidate applies for certification as a participating candidate or by the end of the qualifying period, whichever is sooner, shall then be paid over to

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the city clerk for deposit in the fund; provided, however, that if payment of all of the candidate's unspent seed money to the city clerk would cause the bank account in the campaign depository to be closed, an amount of seed money necessary to keep the account open may be temporarily retained in the account and paid over to the city clerk at a later time in compliance with paragraph C. of subsection 9-3.10 SFCC 1987.

Section 2. Section 9-3.7 of SFCC 1987 (being Ord. No. 2009-44, § 8, as amended) is amended to read:

9-3.7 Qualifying contributions.

- A. Each qualifying contribution shall be accompanied by a form signed by the contributor, which shall include the contributor's name, registered address and telephone number. [The ethics and campaign review board may, by regulation, permit the use of an electronic signature on such form] The city clerk shall accept electronic signatures that comply with the Uniform Electronic Transactions Act, Sections 14-16-1 through 14-16-21 NMSA 1978.
- B. No candidate or person acting on a candidate's behalf shall pay to any other person any form of compensation for soliciting or obtaining a qualifying contribution.
- C. No person shall knowingly make and no candidate shall knowingly receive a qualifying contribution which is not from the person named on the form or for which the person named on the form has been or will be reimbursed or compensated by another person.
- D. All qualifying contributions received by a candidate shall be deposited in a non-interest-bearing account in a campaign depository to be established by the candidate before soliciting or accepting any such contributions, and shall be paid over to the city clerk for deposit in the fund when the candidate applies for certification as a participating candidate or when the qualifying period ends, whichever is sooner.

Section 3. Section 9-3.12 of SFCC 1987 (being Ord. No. 2018-28, § 9) is amended to read:

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A.	
	A participating candidate may solicit and accept qualified small contributions
beginning on t	he date on which the candidate is certified as a participating candidate pursuant to
subsection 9-3	.9(A) SFCC 1987.
B.	The aggregate amount of qualified small contributions from any one contributor
to any one can	didate shall not exceed one hundred dollars (\$100.00).
C.	The aggregate amount of qualified small contributions accepted by a
participating c	andidate shall not exceed:
	(1) For a candidate for mayor, fifty percent (50%) of the amount initially
paid to	the candidate pursuant to subsection 9-3.10 SFCC 1987; and
	(2) For a candidate for council or municipal judge, twenty-five percent
(25%)	of the amount initially paid to the candidate pursuant to subsection 9-3.10 SFCC
1987.	
D.	Each qualified small contribution shall be accompanied by a form signed by the
contributor, w	which shall include the contributor's name, home address, telephone number,
occupation and	d name of employer. [The ethics and campaign review board may, by regulation,
permit the use	of an electronic signature on such forms] The city clerk shall accept electronic
signatures that	comply with the Uniform Electronic Transactions Act, Sections 14-16-1 through
14-16-21 NMS	SA 1978,.
E.	No person shall knowingly make and no candidate shall knowingly receive a
qualified smal	l contribution which is not from the person named on the form or for which the
person named	on the form has been or will be reimbursed or compensated by another person.
F.	Before soliciting or accepting qualified small contributions, a candidate shall
	surer and establish a campaign depository in the manner required by subsection 9-
	subsection 9-3 B. to any one can C. participating c paid to (25%) 1987. D. contributor, w occupation and permit the use signatures that 14-16-21 NMS E. qualified smal

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the candidate's campaign treasurer, deposited in a separate non-interest-bearing account in the
campaign depository and used in the candidate's campaign or disposed of following the election
in the manner required by subsection 9-2.9 SFCC 1987. All such contributions shall be timely
reported in a campaign finance statement prepared in the manner required by subsections 9-
2.10 through 9-2.12 SFCC 1987 and filed on the dates required by subsection 9-2.10 SFCC 1987.
Campaign finance statements reporting the receipt of qualified small contributions shall be
accompanied by copies of the forms signed by each contributor pursuant to paragraph D. of this
subsection.
APPROVED AS TO FORM:
ERIN K. McSHEIRY, CITY ATTORNEY

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Legislation/2021/Bills/Accepting Electronic Signatures

FISCAL IMPACT REPORT

General Information:
(Check) Bill: X Resolution:
Short Title(s): Accepting Electronic Signatures
Sponsor(s): Councilors Garcia and Romero-Wirth
Reviewing Department(s): City Clerk's Office and City Attorney's Office
Staff Completing FIR: Marcos D. Martinez Date: 07-09-21 Phone: 955-6502
Reviewed by City Attorney: Date: Aug 6, 2021 Reviewed by Finance Director: Date: Aug 5, 2021
Reviewed by Finance Director: Mary MacCoy Date: Aug 5, 2021
Summary: The Bill strikes language in Section 9-3.6, 9-3.7, and 9-3.12 that delegates to the Ethics and Campaign Review Board the ability to issue regulations regarding the use of electronic signatures. The Bill adds language that requires the City Clerk to accept electronic signatures that comply with the New Mexico Uniform Electronic Transactions Act.
Departments Affected: City Clerk and City Attorney
Consequences of Not Enacting Legislation: Without this legislation City Code would be inconsistent with the Uniform Electronic Transactions Act that requires the allowance of electronic signatures in any circumstance in which signatures are contemplated.
Conflict, Duplication, Companionship, or Relationship to Other Legislation: None identified.
Performance and Administrative Implications: No additional administrative burden. The Clerk retains copies of the forms regardless of the type of signature.
Fiscal Implications: None identified.
Fiscal Impact
X Check here if no fiscal impact

Expenditures

Expenditure Type	FYE	FYE	FYE	Require BAR (Y/N)	Recurring (R) or Non- recurring (NR)	Fund	3-Year Total Cost
Personnel and	\$	\$	\$				
Benefits*							
Capital Outlay	<u>\$</u>	\$	\$				
Contractual/	<u>\$</u>	\$	\$				
Professional Services							
<u>Operating</u>	\$	\$	<u>\$</u>				\$
<u>Total:</u>	\$	\$	\$				\$ 0

^{*} This includes all staff time associated with executing the job functions of the proposed legislation.

Expenditure Narrative:

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Revenue

Revenue Type	FYE	FYE	FYE	Recurring (R) or Non-recurring (NR)	Fund
General Fund	\$	\$	<u>\$</u>	·	
Special Revenue	\$	<u>\$</u>	\$		
CIP	\$	\$	\$		
Enterprise	\$	\$	\$		
Internal Service	\$	\$	\$		
Trust and Agency	<u>\$</u>	\$	\$		
Federal	\$	\$	\$		
Other	\$	\$	\$		
Total	\$	\$	\$		

Revenue Narrative:

None identified.

Signature: Marcos Martinez

Marcos Martinez (Aug 9, 2021 08:16 MDT)

Email: mdmartinez@santafenm.gov